

**STATE MINERAL AND ENERGY BOARD
DOCKET REVIEW COMMITTEE**

ITEMS REQUIRING BOARD APPROVAL

OCTOBER 10, 2012

**A. STATE AGENCY LEASES
OCTOBER 10, 2012**

La. R.S. 30:151 identifies the term “agency” as a levee district, drainage district, road district, school district, school board, or other board, commission, parish, municipality, state university, state college, state penal or charitable institution or agency, unit or institution of the state or subdivision thereof.

La. R.S. 30:155 provides that, if an agency doesn’t want the Mineral and Energy Board to do its mineral leasing, it may do its own mineral leasing, the lease given must still be approved by the State Mineral and Energy Board under R.S. 30:158.

La. R.S. 30:156 provides that, if an agency wants to mineral lease its own property, it must follow the same leasing process as the State does, including advertising, sealed bids, etc.

La. R.S. 30:158 provides that, if a mineral lease given by an agency of its own property is not approved by the Mineral and Energy Board, it is an absolutely void lease.

Pursuant to the above statutory authority, listed below are leases given by state agencies and submitted for State Mineral and Energy Board approval. The staff examines the documents submitted to make sure that the agency follows all of the steps this office goes through in leasing State owned acreage and that the document has been properly notarized.

1. STATE AGENCY LEASE

**POINTE COUPEE PARISH,
LOUISIANA**

An Oil, Gas and Mineral Lease from the Pointe Coupe Parish Police Jury, dated August 12, 2012, awarded to Angelle & Donohue Oil & Gas Properties, Inc., covering lands located in Sections 17 and 18, Township 6 South, Range 7 East, Pointe Coupee Parish, Louisiana, containing 23.42 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE

: Angelle & Donohue Oil & Gas
Properties, Inc.

BONUS

: \$7,026.00 (\$300.00/acre)

RENTAL

: \$7,026.00

ROYALTIES

: 25% on oil, gas and other minerals

TERM

: Three years

There was only one bid submitted. (Current rider attached)

B. STATE LEASE TRANSFERS
OCTOBER 10, 2012

La. R.S. 30:128 (A) provides that no transfer or assignment in relation to any lease of minerals or mineral rights owned by the state shall be valid unless approved by the State Mineral and Energy Board. Additionally, transfers or assignments shall not be granted to prospective leaseholders that are not currently registered with the office of mineral resources.

This sections deals with such transfers of interest in state mineral leases in the form of assignments of rights, subleases, and stipulations of interest. It also deals with transfers such as mergers or changes of names, which act as an assignment of interest to the newly named or emerging entity from a merger. Accompanying each of the items submitted in this section was an Ownership Transfer Form (formerly called a Form B) listing the pre- transfer ownership interest in the lease and the post- transfer ownership interest. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent, that our ownership records are complete and that all form requirements are met.

1. ASSIGNMENT

STATE LEASE NOS. 20826,
20828 and 20829,
Iberia Parish, Louisiana

An Assignment from Kare-Sue Energy, Inc. to Louisiana Onshore Properties LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20826, 20828 and 20829, Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

Louisiana Onshore Properties LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

2. ASSIGNMENT

STATE LEASE NOS. 20673
and 20741, Allen Parish,
Louisiana

An Assignment from Century Exploration Houston, LLC to HLP Gulf States, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20673 and 20741, Allen Parish, Louisiana, with further particulars being stipulated in the instrument.

HLP Gulf States, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

B. STATE LEASE TRANSFERS
OCTOBER 10, 2012

3. ASSIGNMENT STATE LEASE NOS. 17073,
17074, 17086 and 17088,
St. Bernard Parish, Louisiana

An Assignment from Manti Equity Partners, LP, Manti Exploration and Production, Inc., Sunbelt Energy Properties – Model T, LLC and Sunbelt Energy Properties – Jambalaya, LLC to Integrated Exploration and Production, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 17073, 17074, 17086 and 17088, St. Bernard Parish, Louisiana, with further particulars being stipulated in the instrument.

Integrated Exploration and Production, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

4. ASSIGNMENT STATE LEASE NOS. 17073,
17074, 17086, 17088, 17143,
17545, 17546 and 17655,
St. Bernard Parish, Louisiana

An Assignment from MTS Resources, LLC to Integrated Exploration and Production, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 17073, 17074, 17086, 17088, 17143, 17545, 17546 and 17655, St. Bernard Parishes, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to that portion of the State Lease Nos. 17086 and 17088 lying within the boundary of the CRIS I RA SUA, **INSOFAR AND ONLY INSOFAR AS** to that portion of State Lease Nos. 17143, 17545, 17546 and 17655 lying within the boundaries of the Lake Borgne VUE, with further particulars being stipulated in the instrument.

Integrated Exploration and Production, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

5. ASSIGNMENT STATE LEASE NOS. 17674,
17675, 18549, 19050, 19080,
19391 and 19669, Plaquemines
Parish, Louisiana

An Assignment from Champion Exploration, LLC to Century Exploration New Orleans, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 17674, 17675, 18549, 19050, 19080, 19391 and 19669, Plaquemines Parish, Louisiana, **RESERVING** all rights to that portion of SL 19391 situated within the UV 3-B RA VUA, **AND INSOFAR AND ONLY INSOFAR AS** to rights from the surface down to the stratigraphic equivalent of 11,413', with further particulars being stipulated in the instrument.

Century Exploration New Orleans, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
OCTOBER 10, 2012**

6. ASSIGNMENT STATE LEASE NO. 20835,
Plaquemines Parish, Louisiana

An Assignment from Flare Resources, Inc. to LLOG Exploration Company, L.L.C., an undivided 2.25% of 8/8ths working interest in and to State Lease No. 20835, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Flare Resources, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

7. ASSIGNMENT STATE LEASE NOS. 20953
and 20954, Cameron Parish, Louisiana

An Assignment from Pride Oil & Gas Properties, Inc. to Petrus Energy, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20953 and 20954, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Petrus Energy, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

8. ASSIGNMENT STATE LEASE NO. 17221,
Jefferson Davis Parish, Louisiana

An Assignment from Aspect Resources LLC to Noble Energy, Inc., successor by Merger with Samedan Oil Corporation, of all of Assignor's right, title and interest in and to State Lease No. 17221, Jefferson Davis Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** from the surface of the earth down to the base of the 4,900' Sand Reservoir A, with further particulars being stipulated in the instrument.

Noble Energy, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

9. ASSIGNMENT STATE LEASE NOS. 16505
and 17221, Jefferson Davis Parish,
Louisiana

An Assignment from Aspect Resources LLC to Aspect Energy, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 16505 and 17221, Jefferson Davis Parish, Louisiana, with further particulars being stipulated in the instrument.

Aspect Energy, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
OCTOBER 10, 2012**

10. ASSIGNMENT

STATE LEASE NOS. 199,
301, 340, 724, 2826, 3090,
3132, 3403, 10251, 10835,
11233, 11279, 11282, 12897,
13403, 15110, 15784, 16100,
16103, 16244, 16293, 16790,
17036, 17037, 17038, 17040,
18167, 18345, 18348, 19475,
20263 and "A0291",
Iberia, Lafourche, St. Mary
and Terrebonne Parishes, Louisiana

An Assignment from Burlington Resources Oil & Gas Company LP and The Louisiana Land & Exploration Company to Hilcorp Energy I, L.P., of all of Assignor's right, title and interest in and to State Lease Nos. 199, 301, 340, 724, 2826, 3090, 3132, 3403, 10251, 10835, 11233, 11279, 11282, 12897, 13403, 15110, 15784, 16100, 16103, 16244, 16293, 16790, 17036, 17037, 17038, 17040, 18167, 18345, 18348, 19475, 20263 and "A0291", Iberia, Lafourche, St. Mary and Terrebonne Parishes, Louisiana, **INSOFAR AND ONLY INSOFAR AS** State Lease Nos. 199, 15785, 16790, 18167, 18345, 19475 and 20263 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 18,066' below the surface of the earth, Bay St. Elaine Field, **INSOFAR AND ONLY INSOFAR AS** State Lease Nos. 2826 and 3090 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 21,410' below the surface of the earth, outside of the X RA SUA, Caillou Island Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 301 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 21,410' below the surface of the earth, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 301 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 20,000' below the surface of the earth, within the X RA SUA, Lake Barre Field, **INSOFAR AND ONLY INSOFAR AS** State Lease Nos. 3132, 10251, 10835, 11279, 11282, 12897 and 13403 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 17,700' below the surface of the earth, East Lake Sand Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 724 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 19,060' below the surface of the earth, Four Isle Dome Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 340 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 16,900' below the surface of the earth, North Lighthouse Point Field, **INSOFAR AND ONLY INSOFAR AS** State Lease Nos. 15784, 16100 and 16293 cover and includes depths and rights from the surface of the earth down to a true vertical depth of 15,050' below the surface of the earth, Pass Des Ilettes Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 11233 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 11,361' below the surface of the earth, Pass Wilson Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 3403 cover and includes depths and rights from the surface of the earth down to a true vertical depth of 11,950' below the surface of the earth, Pass Wilson Field, **INSOFAR AND ONLY INSOFAR AS** State Lease No. 16244 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 10,100' below the surface of the earth, Pass Wilson Field, **AND INSOFAR AND ONLY INSOFAR AS** State Lease Nos. 17036, 17037, 17038 and 17040 covers and includes depths and rights from the surface of the earth down to a true vertical depth of 11,677' below the surface of the earth, Pass Wilson Field, with further particulars being stipulated in the instrument.

Hilcorp Energy I, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
OCTOBER 10, 2012**

11. ASSIGNMENT STATE LEASE NOS. 19943,
20428, 20429, 20430, 20539
and 20540, Iberia Parish,
Louisiana

An Assignment from Louisiana Onshore Properties, LLC to Stone Energy Offshore, L.L.C., an undivided 35% working interest in and to State Lease Nos. 19943, 20428, 20429, 20430, 20539 and 20540, Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

Stone Energy Offshore, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

12. ASSIGNMENT STATE LEASE NOS. 20870,
20871, 20872, 20873, 20874
and 20875, St. Mary Parish,
Louisiana

An Assignment from Theophilus Oil, Gas & Land Services, LLC, of all of Assignor's right, title and interest to the following in the proportions set out below:

Apache Corporation	50%
Castex Energy Partners, L.P., by Castex Energy II, LLC, General Partner	50%

in and to State Lease Nos. 20870, 20871, 20872, 20873, 20874 and 20875, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

Castex Energy Partners, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

13. CORRECTION OF RESOLUTION OPERATING AGREEMENT "A0321",
Jefferson Parish, Louisiana

A Correction of Resolution No. 12-11 from the February 8, 2012 Meeting being an Operating Agreement by and between the State of Louisiana, through the State Mineral and Energy Board and Donegal Energy, LLC, whereas said Operating Agreement incorrectly read..."lying outside the confines of the composite of 11,200' VUA and 9,800' VUA" and is hereby being **corrected** to read..."lying inside the confines of the composite of the 11,200' VUA and the 9,800' VUA, affecting Operating Agreement "A0321", Jefferson Parish, Louisiana.

**C. DEPARTMENT OF WILDLIFE AND FISHERIES STATE AGENCY
LEASE TRANSFERS
OCTOBER 10, 2012**

The State Agency Leases require that any transfer of interest be approved by the Agency prior to the transfer. By Co-operative Endeavor Agreement, dated effective December 18, 2009, the Office of Mineral Resources has assumed responsibility for the administration of all State Agency Leases awarded by or on behalf of the said Department of Wildlife and Fisheries.

This section deals with transfers of interests in those State Agency Leases for the Department of Wildlife and Fisheries now under administration by the Office of Mineral Resources as staff of the Louisiana State Mineral and Energy Board and for which approval by the Board is being requested. Accompanying each item submitted in this section was an Ownership Transfer Form (Form-B) listing the pre-transfer and post-transfer interest of all party lease owners in the lease(s) herein set forth. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent with and reflect the interest in our records; and further, that all form requirements are met.

No items received for this category.

D. ADVERTISED PROPOSALS
OCTOBER 10, 2012

La. R.S. 30:129.1 provides that certain types of agreements entered into by the State with respect to its mineral leasing activity must be advertised within a specific time of the State Mineral and Energy Board meeting at which those agreements will be acted on.

These items are called advertised items. They consist of unitization agreements, lease amendments, gas production contracts, amendments, compromise agreements and other types of agreements. These items are checked by the staff to make sure that the contents of the agreement correctly reflect the understanding of all parties, that the form is authentic and properly notarized and that the items have met the statutory advertisement requirements.

1. LEASE AMENDMENT (12-31) STATE LEASE NOS. 20571, 20572, 20573, 20574, 20575, and 20576, Cameron Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the State Mineral and Energy Board, and Chevron U.S.A. Inc., whereas said parties desire to amend any prior shut-in payment clause presently found in said Lease with new oil shut-in payment clause, affecting State Lease Nos. 20571, 20572, 20573, 20574, 20575 and 20576, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

2. UNITIZATION AGREEMENT (12-32) STATE LEASE NOS. 20571, 20572, 20573, 20574, 20575, 20576 and STATE AGENCY LEASE NO. 20811, Cameron Parish, Louisiana

A Unitization Agreement presented by Chevron U.S.A Inc., to create a 11,232.995 acre unit, more or less, identified as the **“Voluntary Unit Agreement-Little Pecan Lake Field”**, with 2,415.48 acres being attributable to State Lease No. 20571, 2,048.92 acres being attributable to State Lease No. 20572, 1,421.187 acres being attributable to State Lease No. 20573, 2,107.567 acres being attributable to 20574, 1,264.653 acres being attributable to State Lease No. 20575, 1,974.915 acres being attributable to State Lease No. 20576 and .273 acres being attributable to State Agency Lease No. 20811, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

3. OPERATING AGREEMENT (12-33) IBERIA PARISH, LOUISIANA

An Operating Agreement by and between the State of Louisiana, through the State Mineral and Energy Board and Louisiana Onshore Properties, LLC, to create an operating tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the State a State Production Interest equal to 22.5% before payout, increasing to 23.5% after payout, in and to the Operating Tract, whereas operator desire and intends to obtain production from the CM RA SUH, covering a portion of former State Lease No. 19945, containing .694 more or less, Iberia, Louisiana, with further particulars being stipulated in the instrument.

**D. ADVERTISED PROPOSALS
OCTOBER 10, 2012**

4. LEASE AMENDMENT (12-34)

STATE LEASE NO. 2652,
Plaquemines Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 2652, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

5. LEASE AMENDMENT (12-35)

STATE LEASE NO. 2651,
Plaquemines Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 2651, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

6. LEASE AMENDMENT (12-36)

STATE LEASE NO. 3279,
Plaquemines Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board, Hilcorp Energy I, L.P. and HHE Energy Company, whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 3279, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

7. LEASE AMENDMENT (12-37)

STATE LEASE NO. 3010,
Plaquemines Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 3010, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

8. LEASE AMENDMENT (12-38)

STATE LEASE NO. 3052,
Vermilion Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 3052, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument.

**D. ADVERTISED PROPOSALS
OCTOBER 10, 2012**

9. LEASE AMENDMENT (12-39)

STATE LEASE NO. 15736,
Assumption Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 15736, Assumption Parish, Louisiana, with further particulars being stipulated in the instrument.

10. LEASE AMENDMENT (12-40)

STATE LEASE NO. 2234,
Terrebonne Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend said lease to include a Force Majeure Provision and other required clauses, affecting State Lease No. 2234, Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.

11. AMENDMENT OF UNITIZATION
AGREEMENT (12-41)

STATE LEASE NOS. 19445,
19946, 20160, 20762 and 20764,
Plaquemines Parish, Louisiana

An Amendment of that certain Unitization Agreement, dated April 14, 2010, by and between the State of Louisiana and Gulf Explorer, L.L.C., which created the Gulf Production Company-Main Pass Block 49 Field- Voluntary Unit "A", whereas said parties desire and agree to amend said unit : a) by deleting Exhibits "A" and "B" and replacing same with Exhibits "A" and "B" attached to this Amendment; b) and by deleting in Paragraph 1 the reference to State Lease Nos. 19445, 19446 and 20160 and replacing same with State Lease Nos. 19445, 19446, 20160, 20762 and 20764; c) and by replacing any reference in the Unitization Agreement to 217.97 acres with 381.98 acres, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.